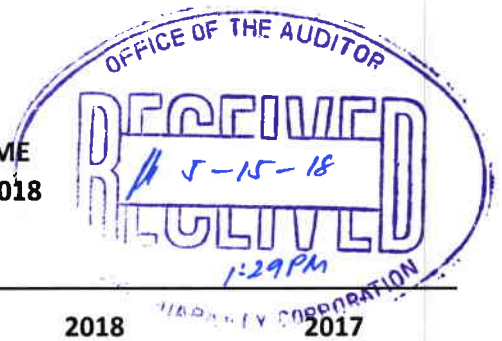


**HOME GUARANTY CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
For the Three Months Ended March 31, 2018  
(In Philippine Peso)



	2018	2017
<b>Income</b>		
Service and business income	492,244,575	360,552,888
Gains	1,919,339,062	2,160,462
Other non-operating income	89,079	259,122
	<b>2,411,672,716</b>	<b>362,972,472</b>
<b>Expenses</b>		
Personal services	(26,946,173)	(29,080,954)
Maintenance and other operating expenses	(45,897,256)	(98,606,505)
Financial expenses	(124,420,601)	(100,737,764)
Non-cash expenses	(1,911,885)	(3,639,370)
	<b>(199,175,915)</b>	<b>(232,064,592)</b>
<b>Profit(Loss) Before Tax</b>	<b>2,212,496,801</b>	<b>130,907,880</b>
<b>Income Tax Expense/(Benefit)</b>	<b>663,471,005</b>	<b>38,573,125</b>
<b>Profit(Loss) After Tax</b>	<b>1,549,025,795</b>	<b>92,334,755</b>
<b>Net Assistance/Subsidy/(Financial Assistance/Subsidy/Contribution)</b>	-	-
<b>Net Income(Loss)</b>	<b>1,549,025,795</b>	<b>92,334,755</b>
<b>Other Comprehensive Income/(Loss) for the period</b>	-	-
<b>Comprehensive Income</b>	<b>1,549,025,795</b>	<b>92,334,755</b>

**CERTIFIED CORRECT:**

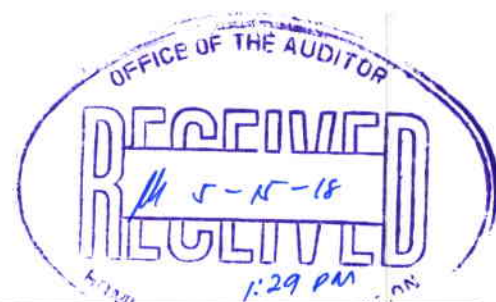
**JIMMY B. SARONA**

Vice President - Management Services Group and  
Concurrent Vice President - Corporate Services Group

**APPROVED BY:**

**CORAZON G. CORPUZ**  
Executive Vice President and  
Officer-In-Charge

**HOME GUARANTY CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
For the Three Months Ended March 31, 2018  
(In Philippine Peso)



	2018	2017	INCREASE (DECREASE) Php	INCREASE (DECREASE) %
<b>Income</b>				
<b>Service and Business Income</b>				
<b>Business Income</b>				
Guarantee Income	419,697,019.11	294,772,613.76	124,924,405.35	42.38
Rent/Lease Income	54,798,918.58	48,017,063.91	6,781,854.67	14.12
Interest Income-Sales Contract Receivable	7,846,305.90	10,028,320.55	(2,182,014.65)	(21.76)
Interest Income-Loans and Receivables	64,052.03	101,989.95	(37,937.92)	(37.20)
Interest Income-Available for Sale (AFS) Financial Assets	0.00	193,750.00	(193,750.00)	(100.00)
Interest Income-Due from Other Banks	5,229,437.10	4,765,390.09	464,047.01	9.74
Fines and Penalties - Business Income	4,558,841.98	2,627,843.97	1,930,998.01	73.48
Other Business Income	50,000.00	45,915.29	4,084.71	8.90
<b>Total Business Income</b>	<b>492,244,574.70</b>	<b>360,552,887.52</b>	<b>131,691,687.18</b>	<b>36.52</b>
<b>Total Service and Business Income</b>	<b>492,244,574.70</b>	<b>360,552,887.52</b>	<b>131,691,687.18</b>	<b>36.52</b>
<b>Gains</b>				
Gain on Foreign Exchange (FOREX)	15,983.79	0.00	15,983.79	100.00
Other Gains-Gain on Sale of Disposed Assets	1,919,323,078.53	2,160,462.49	1,917,162,616.04	88,738.53
<b>Total Gains</b>	<b>1,919,339,062.32</b>	<b>2,160,462.49</b>	<b>1,917,178,599.83</b>	<b>88,739.27</b>
<b>Other Non-Operating Income</b>				
<b>Miscellaneous Income</b>				
Miscellaneous Income	89,078.62	259,122.18	(170,043.56)	(65.62)
<b>Total Miscellaneous Income</b>	<b>89,078.62</b>	<b>259,122.18</b>	<b>(170,043.56)</b>	<b>(65.62)</b>
<b>Total Other Non-Operating Income</b>	<b>89,078.62</b>	<b>259,122.18</b>	<b>(170,043.56)</b>	<b>(65.62)</b>
<b>Total Income</b>	<b>2,411,672,715.64</b>	<b>362,972,472.19</b>	<b>2,048,700,243.45</b>	<b>564.42</b>
<b>Expenses</b>				
<b>Personnel Services</b>				
<b>Salaries and Wages</b>				
Salaries and Wages	(18,305,883.68)	(15,760,816.92)	2,545,066.76	16.15
<b>Total Salaries and Wages</b>	<b>(18,305,883.68)</b>	<b>(15,760,816.92)</b>	<b>2,545,066.76</b>	<b>16.15</b>
<b>Other Compensation</b>				
Personnel Economic Relief Allowance (PERA)	(692,000.00)	(724,639.34)	(32,639.34)	(4.50)
Representation Allowance (RA)	(457,500.00)	(457,500.00)	0.00	0.00
Transportation Allowance (TA)	(457,500.00)	(499,500.00)	(42,000.00)	(8.41)
Clothing/Uniform Allowance	(240,000.00)	(405,000.00)	(165,000.00)	(40.74)
Longevity Pay	0.00	(47,846.77)	(47,846.77)	(100.00)
Other Bonuses and Allowances	0.00	(5,811,932.69)	(5,811,932.69)	(100.00)
<b>Total Other Compensation</b>	<b>(1,847,000.00)</b>	<b>(7,946,418.80)</b>	<b>(6,099,418.80)</b>	<b>(76.76)</b>
<b>Personnel Benefit Contributions</b>				
Retirement and Life Insurance Premium	(2,193,225.00)	(1,655,921.93)	537,303.07	32.45
Pag-IBIG Contributions	(34,600.00)	(36,300.00)	(1,700.00)	(4.68)
PhilHealth Contributions	(174,909.93)	(142,325.00)	32,584.93	22.89
Employees Compensation Insurance Premiums	(34,600.00)	(36,300.00)	(1,700.00)	(4.68)
Provident/Welfare Fund Contribution	(3,661,176.73)	(2,759,869.91)	901,306.82	32.66
<b>Total Personnel Benefit Contributions</b>	<b>(6,098,511.66)</b>	<b>(4,630,716.84)</b>	<b>1,467,794.82</b>	<b>31.70</b>
<b>Other Personnel Benefits</b>				
Terminal Leave Benefits	(12,276.65)	0.00	12,276.65	(100.00)
Other Personnel Benefits	(682,501.13)	(743,001.15)	(60,500.02)	(8.14)
<b>Total Other Personnel Benefits</b>	<b>(694,777.78)</b>	<b>(743,001.15)</b>	<b>(48,223.37)</b>	<b>(6.49)</b>
<b>Total Personnel Expenses</b>	<b>(26,946,173.12)</b>	<b>(29,080,953.71)</b>	<b>(2,134,780.59)</b>	<b>(7.34)</b>
<b>Maintenance and Other Operating Expenses</b>				
<b>Travelling Expenses</b>				
Travelling Expenses-Local	(160,041.14)	(278,603.49)	(118,562.35)	(42.56)
<b>Total Travelling Expenses</b>	<b>(160,041.14)</b>	<b>(278,603.49)</b>	<b>(118,562.35)</b>	<b>(42.56)</b>

**HOME GUARANTY CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**For the Three Months Ended March 31, 2018**  
**(In Philippine Peso)**

	2018	2017	INCREASE (DECREASE) Php	INCREASE (DECREASE) %
<b>Training and Scholarship Expenses</b>				
Training Expenses	(238,739.50)	(209,400.50)	29,339.00	14.01
<b>Total Training and Scholarship Expenses</b>	<b>(238,739.50)</b>	<b>(209,400.50)</b>	<b>29,339.00</b>	<b>14.01</b>
<b>Supplies and Materials Expenses</b>				
Office Supplies Expense	(21,976.50)	(79,962.62)	(57,986.12)	(72.52)
Accountable Forms Expenses	(10,000.00)	(15,000.00)	(5,000.00)	(33.33)
Fuel, Oil and Lubricants Expenses	(465,673.33)	(507,470.37)	(41,797.04)	(8.24)
Other Supplies and Materials Expenses	(967.50)	(2,200.00)	(1,232.50)	(56.02)
<b>Total Supplies and Materials Expenses</b>	<b>(498,617.33)</b>	<b>(604,632.99)</b>	<b>(106,015.66)</b>	<b>(17.53)</b>
<b>Utility Expenses</b>				
Water Expenses	(54,363.05)	(64,394.27)	(10,031.22)	(15.58)
Electricity Expenses	(1,821,369.55)	(1,844,455.21)	(23,085.66)	(1.25)
<b>Total Utility Expenses</b>	<b>(1,875,732.60)</b>	<b>(1,908,849.48)</b>	<b>(33,116.88)</b>	<b>(1.73)</b>
<b>Communication Expenses</b>				
Postage and Courier Services	(31,984.00)	(10,316.00)	21,668.00	210.04
Telephone Expenses	(29,289.66)	(106,528.84)	(77,239.18)	(72.51)
Internet Subscription Expenses	(129,999.79)	(129,999.80)	(0.01)	(0.00)
<b>Total Communication Expenses</b>	<b>(191,273.45)</b>	<b>(246,844.64)</b>	<b>(55,571.19)</b>	<b>(22.51)</b>
<b>Confidential, Intelligence and Extraordinary Expenses</b>				
Extraordinary and Miscellaneous Expenses	(519,163.76)	(1,835,469.90)	(1,316,306.14)	(71.71)
<b>Total Confidential, Intelligence and Extraordinary Expenses</b>	<b>(519,163.76)</b>	<b>(1,835,469.90)</b>	<b>(1,316,306.14)</b>	<b>(71.71)</b>
<b>Professional Services</b>				
Legal Services	(11,750.00)	(22,750.00)	(11,000.00)	(48.35)
Auditing Services	(1,095,493.26)	(1,338,087.13)	(242,593.87)	(18.13)
Other Professional Services	(140,358.41)	(402,386.32)	(262,027.91)	(65.12)
<b>Total Professional Services</b>	<b>(1,247,601.67)</b>	<b>(1,763,223.45)</b>	<b>(515,621.78)</b>	<b>(29.24)</b>
<b>General Services</b>				
Other General Services	(18,129.50)	(33,809.50)	(15,680.00)	(46.38)
<b>Total General Services</b>	<b>(18,129.50)</b>	<b>(33,809.50)</b>	<b>(15,680.00)</b>	<b>(46.38)</b>
<b>Repairs and Maintenance</b>				
Repairs and Maintenance-Transportation Equipment	(54,975.24)	(414,404.38)	(359,429.14)	(86.73)
Repairs and Maintenance-Leased Assets Improvements	(58,000.00)	(238,361.00)	(180,361.00)	(75.67)
Repairs and Maintenance-Other Property, Plant and Equipt	(3,700.00)	(27,700.00)	(24,000.00)	(86.64)
Repairs and Maintenance-Machinery and Equipment	(222,587.49)	(74,656.01)	147,931.48	198.15
<b>Total Repairs and Maintenance</b>	<b>(339,262.73)</b>	<b>(755,121.39)</b>	<b>(415,858.66)</b>	<b>(55.07)</b>
<b>Taxes, Insurance Premiums and Other Fees</b>				
Taxes, Duties and Licenses	(13,618,866.97)	(11,809,957.88)	1,808,909.09	15.32
Taxes, Duties and Licenses-Final Tax	(2,592,924.13)	(991,828.03)	1,601,096.10	161.43
Fidelity Bond Premiums	(28,640.64)	(288,396.00)	(259,755.36)	(90.07)
Insurance Expenses	0.00	(32,963.48)	(32,963.48)	(100.00)
<b>Total Taxes, Insurance Premiums and Other Fees</b>	<b>(16,240,431.74)</b>	<b>(13,123,145.39)</b>	<b>3,117,286.35</b>	<b>23.75</b>
<b>Other Maintenance and Operating Expenses</b>				
Advertising, Promotional and Marketing Expenses	0.00	(3,500.00)	(3,500.00)	(100.00)
Printing and Publication Expenses	(1,078.00)	(15,646.00)	(14,568.00)	(93.11)
Representation Expenses	(89,566.71)	(36,855.43)	52,711.28	143.02
Rent/Lease Expenses	(11,008,420.82)	(9,399,386.38)	1,609,034.44	17.12
Membership Dues and Contributions to Organizations	(10,000.00)	(19,149.91)	(9,149.91)	(47.78)
Subscription Expenses	0.00	(39,271.99)	(39,271.99)	(100.00)
Directors and Committee Member's Fees	(387,000.00)	(318,000.00)	69,000.00	21.70
Documentary Stamps Expenses	(15,798.46)	0.00	15,798.46	100.00
Other Maintenance and Operating Expenses	(153,329.29)	(120,039.25)	33,290.04	27.73
Other Maintenance and Operating Expenses-Projects	(12,903,069.18)	(67,895,554.94)	(54,992,485.76)	(81.00)
<b>Total Other Maintenance and Operating Expenses</b>	<b>(24,568,262.46)</b>	<b>(77,847,403.90)</b>	<b>(53,279,141.44)</b>	<b>(68.44)</b>
<b>Total Maintenance and Other Operating Expenses</b>	<b>(45,897,255.88)</b>	<b>(98,606,504.63)</b>	<b>(52,709,248.75)</b>	<b>(53.45)</b>

**HOME GUARANTY CORPORATION**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**For the Three Months Ended March 31, 2018**  
**(In Philippine Peso)**

	2018	2017	INCREASE (DECREASE) Php	INCREASE (DECREASE) %
<b>Financial Expenses</b>				
<b>Financial Expenses</b>				
Interest Expenses				
Debenture Bonds	(115,944.92)	(142,359.45)	(26,414.53)	(18.55)
Guaranty Obligations	(49,017,651.33)	(49,017,651.34)	(0.01)	(0.00)
NG Advances	(75,287,004.33)	(51,573,243.16)	23,713,761.17	45.98
	(124,420,600.58)	(100,733,253.95)	23,687,346.63	23.51
Bank Charges	0.00	(4,510.00)	(4,510.00)	(100.00)
<b>Total Financial Expenses</b>	<b>(124,420,600.58)</b>	<b>(100,737,763.95)</b>	<b>23,682,836.63</b>	<b>23.51</b>
<b>Non-Cash Expenses</b>				
<b>Depreciation</b>				
Depreciation- Machinery and Equipment	(491,844.45)	(288,120.80)	203,723.65	70.71
Depreciation-Furniture, Fixtures and Books	(38,218.81)	(64,931.02)	(26,712.21)	(41.14)
Depreciation-Land Improvements	(869,920.53)	(869,920.53)	0.00	0.00
Depreciation-Transportation Equipment	0.00	(11,194.04)	(11,194.04)	(100.00)
Depreciation-Leased Assets Improvements	0.00	(1,324,334.18)	(1,324,334.18)	(100.00)
Depreciation-Other Property, Plant And Equipment	(61,050.93)	(82,303.96)	(21,253.03)	(25.82)
<b>Total Depreciation</b>	<b>(1,461,034.72)</b>	<b>(2,640,804.53)</b>	<b>(1,179,769.81)</b>	<b>(44.67)</b>
<b>Amortization</b>				
Amortization-Intangible Assets	(363,308.37)	(991,488.06)	(628,179.69)	(63.36)
<b>Total Amortization</b>	<b>(363,308.37)</b>	<b>(991,488.06)</b>	<b>(628,179.69)</b>	<b>(63.36)</b>
<b>Losses</b>				
Other Losses-Loss on Sale of Disposed Assets	(87,542.38)	(7,077.02)	80,465.36	1,136.99
<b>Total Losses</b>	<b>(87,542.38)</b>	<b>(7,077.02)</b>	<b>80,465.36</b>	<b>1,136.99</b>
<b>Total Non-Cash Expenses</b>	<b>(1,911,885.47)</b>	<b>(3,639,369.61)</b>	<b>(1,727,484.14)</b>	<b>(47.47)</b>
<b>Total Expenses</b>	<b>(199,175,915.05)</b>	<b>(232,064,591.90)</b>	<b>(32,888,676.85)</b>	<b>(14.17)</b>
<b>Profit(Loss) Before Tax</b>	<b>2,212,496,800.59</b>	<b>130,907,880.29</b>	<b>2,081,588,920.30</b>	<b>1,590.12</b>
<b>Income Tax Expense/(Benefit)</b>	<b>663,471,005.42</b>	<b>38,573,125.34</b>	<b>624,897,880.08</b>	<b>1,620.03</b>
<b>Profit(Loss) After Tax</b>	<b>1,549,025,795.17</b>	<b>92,334,754.95</b>	<b>1,456,691,040.22</b>	<b>1,577.62</b>
<b>Net Assistance and Subsidy</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Net Income(Loss)</b>	<b>1,549,025,795.17</b>	<b>92,334,754.95</b>	<b>1,456,691,040.22</b>	<b>1,577.62</b>
<b>Other Comprehensive Income(Loss) for the period</b>				
Changes in Fair Value of Investments	-	-	-	-
<b>Total Other Comprehensive Income(Loss) for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Comprehensive Income(Loss)</b>	<b>1,549,025,795.17</b>	<b>92,334,754.95</b>	<b>1,456,691,040.22</b>	<b>1,577.62</b>

CERTIFIED CORRECT:




JIMMY B. SARONA

Vice President - Management Services Group and  
 Concurrent Vice President - Corporate Services Group



APPROVED BY:



CORAZON G. CORPUZ  
 Executive Vice President and  
 Officer-In-Charge